Sanitized Copy Approved for Release 2011/03/30 : CIA-RDP90-00552R000605480010-9

ASSOCIATED PRESS

3 December 1985

HONOLULU

Film star Bo Derek and her husband, producer-director John Derek, contacted the FBI after being told by a man since convicted of fraud that they were under covert surveillance, according to court documents.

Ronald R. Rewald was convicted in U.S. District Court in October of fraud, perjury and tax evasion charges tied to the \$22 million collapse of his phony investment counseling firm. Sentencing is set for next week.

Ms. Derek, in an affidavit filed Monday, said Rewald told her while he was free on bail awaiting trial that he headed 66 companies used by the CIA. Rewald was meeting with the Dereks to arrange \$21 million in film financing.

"Rewald strongly implied he was still working 'with' the CIA but no longer as an employee and that those 66 companies and his ability to make money available for our films were interrelated," she said.

Rewald, she said, made references "to being able to control 'negative press' to all our advantages," she said. "Those references plus remarks about unseen people watching our activities, scared me and angered my husband and because of this we contacted the FBI."